

HUD Policy Discussion

Rental Assistance Demonstration (RAD), SAC, Blends & PRAC Links:

HUD RAD Supplemental Notice 4C, H-2025-01/PIH-2025-03 (HA)

- extended RAD to 09-30-2029
- clarified RAD/SAC Blends (unified contracts & choice of PBVA or PBRA)
- streamlined environmental requirements (all 24 CFR Part 50)
- improved processes for “Restore Rebuild” Initiatives (Faircloth to RAD PIH-2024-40)

<https://www.hud.gov/sites/dfiles/OCHCO/documents/2025-01hsgn.pdf>

Housing Notice 2025-04 - Preservation Rental Increase (PRI) eligibility for Section 202 PRAC restructures

- Additional rental increase guidance for previously established RAD for PRAC conversions
- Authority expires in FY2026, so HUD requests PRI requests prior to end of June for processing.

<https://www.hud.gov/sites/dfiles/OCHCO/documents/2025-04hsgn.pdf>

Relief for RAD Projects Facing Extraordinary Costs (one-time OCAF adjustment)



HUD Policy Discussions

M2M BBRA, OCAF Relief for RAD Project, GRRP, Middle-Income Housing Option and *other*:

Housing Notice 2024-05 introduced a Budget-Based Rental Adjustment process for Mark-to-Market Properties.

https://www.hud.gov/sites/dfiles/OCHCO/documents/2024-05hsgn.pdf?utm_medium=email&utm_source=govdelivery

GRRP Revised Notice - <https://www.hud.gov/sites/dfiles/hudclips/documents/2026-01hsng.pdf>

HUD Office of Multifamily - ML 2026-01 – Creating a Middle-Income Housing Option for 221(d)(4)

<https://www.hud.gov/sites/dfiles/hudclips/documents/2026-01hsgml.pdf>

HUD Office of Multifamily - ML 2025-03 – Multifamily Changes in DSCR and LTV/LTC

<https://www.hud.gov/sites/dfiles/OCHCO/documents/2025-03hsgml.pdf>

“Multifamily Kitchen Sink” mortgagee letter pending (*Imminent*) – what’s in this?

Push for greater Factory Built Construction, Manufactured Home Sites & tolerances for Single-Multi Concepts

